ModernGraham Valuation

Company Name:

Nucor Corporation

Company Ticker Date of Analysis IUE

12/29/2016



2.51 Fail

Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass 6 out of the following 7 tests.

7. Moderate Price to Assets

Market Cap > \$2Bil	\$19,010,125,958 Pass
Current Ratio > 2	3.53 Pass
Positive EPS for 10 years prior	Fail
Dividend Payments for 10 years prior	Pass
Increase of 33% in EPS in past 10 years using 3 year averages at	
beginning and end	-45.29% Fail
PEmg < 20	34.48 Fail
	Current Ratio > 2 Positive EPS for 10 years prior Dividend Payments for 10 years prior Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end

PB Ratio < 2.5 OR PB*PEmg < 50

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	3.53 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.90 Pass
3. Earnings Stability	Positive EPS for 5 years prior	Pass
Dividend Record	Currently Pays Dividend	Pass
5. Earnings Growth	EPSmg greater than 5 years ago	Pass

Suitability

Defensive No Enterprising Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.76
MG Growth Estimate	2.15%
MG Value	\$22.51
MG Value based on 3% Growth	\$25.49
MG Value based on 0% Growth	\$14.94
Market Implied Growth Rate	12.99%

MG Opinion

Current Price\$60.62% of Intrinsic Value269.26%

Opinion Overvalued MG Grade C+

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$2.14
Graham Number	\$34.10
PEmg	34.48
Current Ratio	3.53
PB Ratio	2.51
Current Dividend	\$1.50
Dividend Yield	2.47%
Number of Consecutive Years of Dividend Growth	7
CIOWIII	,

Morningstar

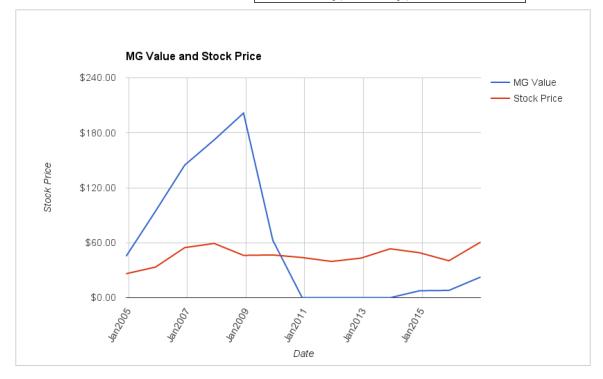
Useful Links: ModernGraham tagged articles

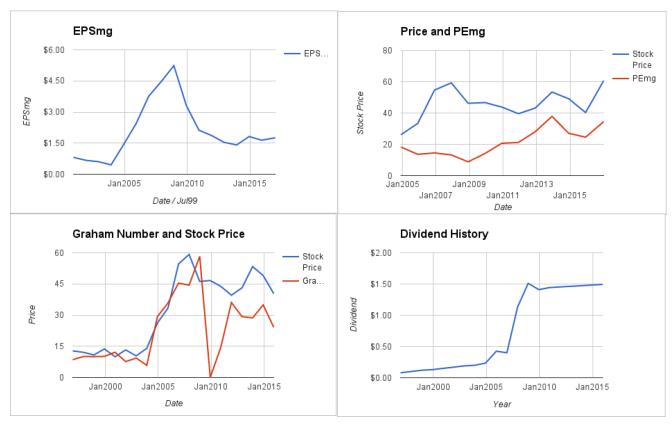
 Google Finance
 MSN Money

 Yahoo Finance
 Seeking Alpha

 GuruFocus
 SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	•	Next Fiscal Year Estimate	\$1.76
Dec2015	\$1.11	Dec2015	\$1.64
Dec2014	\$2.22	Dec2014	\$1.82
Dec2013	\$1.52	Dec2013	\$1.41
Dec2012	\$1.58	Dec2012	\$1.54
Dec2011	\$2.45	Dec2011	\$1.87
Dec2010	\$0.42	Dec2010	\$2.12
Dec2009	-\$0.94	Dec2009	\$3.30
Dec2008	\$5.98	Dec2008	\$5.23
Dec2007	\$4.94	Dec2007	\$4.47
Dec2006	\$5.68	Dec2006	\$3.76
Dec2005	\$4.15	Dec2005	\$2.45
Dec2004	\$3.50	Dec2004	\$1.44
Dec2003	\$0.20	Dec2003	\$0.45
Dec2002	\$0.52	Dec2002	\$0.60
Dec2001	\$0.36	Dec2001	\$0.67
Dec2000	\$0.95	Dec2000	\$0.81
Dec1999	\$0.70	Balance Sheet Information	9/1/2016
Dec1998	\$0.75	Total Current Assets	\$6,700,422,000
Dec1997	\$0.84	Total Current Liabilities	\$1,898,487,000
Dec1996	\$0.71	Long-Term Debt	\$4,338,347,000
		Total Assets	\$15,113,679,000
		Intangible Assets	\$2,784,468,000
		Total Liabilities	\$7,386,433,000
		Shares Outstanding (Diluted Average)	320,028,000





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor.

The author did not hold a position in any company mentioned in this article at the time of publication and had no intention of changing those holdings within the next 72 hours.

Recommended Reading:

Other ModernGraham posts about the company Nucor Corp Valuation - August 2016 \$NUE

Nucor Corp Valuation – February 2016 Update \$NUE

Nucor Corporation Analysis – September 2015 Update \$NUE

Nucor Corporation Analysis – June 2015 Update \$NUE

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Other ModernGraham posts about related companies

Nucor Corp Valuation – August 2016 \$NUE

<u>United States Steel Corp Valuation – July 2016 \$X</u>

Nucor Corp Valuation - February 2016 Update \$NUE

Allegheny Technologies Inc. Valuation - November 2015 Update \$ATI

Nucor Corporation Analysis – September 2015 Update \$NUE

Cliffs Natural Resources Inc. Analysis – August 2015 Update \$CLF

Nucor Corporation Analysis – June 2015 Update \$NUE

Nucor Corporation Quarterly Valuation – March 2015 \$NUE

<u>United States Steel Corporation Annual Valuation – 2015 \$X</u>

Nucor Corporation Quarterly Valuation - December 2014 \$NUE